popularize improved sugarcane cultivation technology amongst the farmers. During 2004-05 Rs. 6680.00 lakhs have been released to Uttar Pradesh under various schemes of Macro Management including SUBACS.

National Fertilizer Policy

1868. SHRI SUDARSHAN AKARAPU: Will the Minister of CHEMICALS AND FERTILIZERS be pleased to state:

(a) whether Government have formulated/finalized the new National Fertilizer Policy;

(b) if so, the salient features thereof; and

(c) if not, the time-frame by which the policy would come into effect?

THE MINISTER OF CHEMICALSAND FERTILIZERS (SHRI RAM VILAS PASWAN): (a) to (c) Payment of subsidy to indigenous manufacturers of urea is regulated under the provisions of the New Pricing Scheme (NPS) for urea units. Concession to manufacturers and importers of decontrolled phosphatic and potassic fertilizers is made under the provisions of the Scheme of Concession on sale of decontrolled phosphatic and potassic fertilizers. NPS was introduced w.e.f. 1.4.2003 replacing the erstwhile Retention Price Scheme. NPS is being implemented in stages. Stage-I was of one year duration, from 1.4.2003 to 31.3.2004. Stage-ll is of two years duration, from 1.4.2004 to 31.3.2006.

A Working Group has been constituted on 10.12.2004 under the chairmanship of Dr. Y.K. Alagh to review the effectiveness of Stage-I and II of New Pricing Scheme (NPS) for urea units and to formulate a policy for urea units for Stage-Ill commencing from 1.4.2006. The Working Group would also examine issues pertaining to formulation of feedstock policy especially with regard to nature, pricing and availability, demand and supply of urea upto the end of 11 th Five Year Plan, fixing milestones for conversion of existing naphtha and FO/LSHS based units to NG/LNG, mode of determination and methodology of payment of concession to urea units, de-control of movement and distribution of urea; balanced fertilization through urea pricing etc. The Working Group has been asked to submit its report within six months from the date of its constitution.

A policy has been announced for setting up new urea projects and expansion of existing urea projects for augmenting the domestic production

capacity of urea to meet the growing demand for enhancing the agricultural production in the country. The new and expansion urea units will be based on natural.gas/LNG as feedstock which is the most cost effective and the least polluting feedstock in fertilizer sector today. The new policy will enable the entrepreneurs to decide about their investment plans in the fertilizer sector.

Policy has also been announced for de-bottlenecking/revamp/ modernization of existing urea units, which will be allowed only if the additional production comes from using natural gas/LNG as feedstock.

Government has also formulated a policy for conversion of existing naphtha/FO/LSHS based urea units to natural gas/LNG as feedstock. The plants based on naphtha/FO/LSHS are less energy efficient and have a higher production cost. Therefore, the policy encourages an early conversion to natural gas/LNG so that they acquire a competitive edge in the deregulated and liberalised economic scenario. With a view to encouraging investments for switchover to NG/LNG as feedstock, the investor is assured that savings on account of energy efficiency after conversion would be retained by the plants for a maximum period of 5 years in respect of naphtha based plants and 10 years in respect of FO/ LSHS based plants.

Availability of pesticides

†1869. SHRI KRIPAL PARMAR: Will the Minister of CHEMICALS AND FERTILIZERS be pleased to state:

(a) whether it is a fact that due to increase in prices of pesticides after enforcement of product patent in place of process patent under the Trade Related Intellectual Property Right, the farmers will be adversely affected,

(b) if so, the efforts made by Government to ensure easy and cheaper availability of the said pesticides to the farmers; and

(c) if not, the reasons therefor?

THE MINISTER OF CHEMICALS AND FERTILIZERS (SHRI RAM VILAS PASWAN): (a) to (c) Majority of the pesticides already in the Indian market are off-patent and their availability would not get affected. There is no control of the Government on production and pricing of pesticides.

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†Original notice of the question was received in Hindi.